August 15, 2002

HAND DELIVER

Mary L. Cottrell, Secretary
The Commonwealth of Massachusetts
Department of Telecommunications and Energy
One South Station
Boston, Massachusetts 02202

Dear Secretary Cottrell:

In compliance with Chapter 164 of the General Laws and pursuant to the Department's order issued May 8, 2002 in D.T.E. 01-56-A, the Company submits for filing the following revised rate schedules for gas service with an effective date of September 1, 2002, copies of which are attached:

MDTE #	DESCRIPTION
332	Residential Rate – Non Heating
333	Residential Rate – Heating
334	Residential Low Income Rate – Non Heating
335	Residential Low Income Rate – Heating
336	C & I Service Rate, Low Annual Use, Low Load Factor
337	C & I Service Rate, Medium Annual Use, Low Load Factor
338	C & I Service Rate, Large Annual Use, Low Load Factor
339	C & I Service Rate, Low Annual Use, High Load Factor
340	C & I Service Rate, Medium Annual Use, High Load Factor
341	C & I Service Rate, Large Annual Use, High Load Factor
342	C & I Service Rate, Extra Large Annual Usage, High Load Factor

Please note that the Company's proposed rates have been designed consistent with the accepted rate design principles employed in the rates filed February 8, 2002 in response to the Department's January 31, 2002 decision in D.T.E. 01-56. Also enclosed please find a check for the requisite filing fee.

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Please contact me if you require further assistance with respect to this matter. Thank you for your consideration.

Very truly yours,

Karen L. Zink Vice President

Attachments

Kevin Brannelly, Director, Rates and Revenues Division CC:

George Yiankos, Director, Gas Division

John Geary, Esq., Hearing Officer

Alexander Cochis, Esq., Assistant Attorney General Carol Wasserman, Esq., Division of Energy Resources

Jerrold Oppenheim, Esq., LEAN

Service List, D.T.E. 01-56 #1132326 v\1 - averyjm - 9p\$01!.doc - 70652/14